TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 705 - HB 1138

March 30, 2011

SUMMARY OF BILL: Authorizes a local government entity, upon a two-thirds vote of its legislative body, to enter into a memorandum of understanding (MOU) with representatives of employees or employee organizations. Establishes the enforceability of the MOU if a "no strike" clause is contained within the document.

ESTIMATED FISCAL IMPACT:

Increase Local Expenditures – Exceeds \$1,000,000/Permissive

Assumption:

• It is estimated that there will be a permissive increase in local government expenditures associated with the cost of labor negotiations, litigation, mediation, and arbitration, and any agreed upon salary and benefit enhancements.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

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